COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF LONGVIEW LAND)	
COMPANY, LLC FOR AN ADJUSTMENT OF)	
RATES PURSUANT TO THE ALTERNATIVE)	CASE NO. 2004-00078
RATE FILING PROCEDURE FOR SMALL)	
UTILITIES)	

ORDER

On April 14, 2004, Longview Land Company, LLC ("Longview") filed its application for Commission approval of proposed sewer rates. The proposed rates would generate additional annual revenues of \$16,698, a 42.5 percent increase in normalized test year sales of \$39,240. The proposed rates would increase the monthly flat rate for sewer service from \$15 to \$21.38, or 42.5 percent.

Upon request, intervention was granted to the Attorney General of the Commonwealth of Kentucky ("Attorney General") by Order dated April 14, 2004.

Commission Staff performed a limited financial review of Longview's operations and prepared a Staff Report that was issued by Order of May 3, 2004. Staff's report recommended that the Commission approve the rates requested in Longview's application. The Order issuing the report granted all parties 10 days to comment or request an informal conference or hearing. The Commission has not received any comments or requests.

The Commission, after considering the evidence of record and being otherwise sufficiently advised, finds that the rates proposed by Longview and shown in this Order at Appendix A will produce annual revenues from sewer services of \$55,938 and are

fair, just, and reasonable. These rates will allow Longview sufficient revenues to meet its operating expenses.

IT IS THEREFORE ORDERED that:

- The rates proposed by Longview and contained in Appendix A of this
 Order are approved for service rendered by Longview on and after the date of this
 Order.
- 2. Within 30 days of the date of this Order, Longview shall file with the Commission its revised tariffs setting out the rates approved herein.

Done at Frankfort, Kentucky, this 21st day of May, 2004.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00078 DATED May 21, 2004

The following rates and charges are prescribed for the customers in the area serviced by Longview Land Company, LLC. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Single Family Residential Sewer Charge

\$21.38